

**UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re: W. R. Grace & Co., et al
Debtor

Case No. 01-01139 Jointly Administered
Reporting Period: May 2002

MONTHLY OPERATING REPORT

File with Court and submit copy to United States Trustee within 20 days after end of month

Submit copy of report to any official committee appointed in the case.

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached
Schedule of Cash Receipts and Disbursements	MOR-1	X	
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1 (con't)	X	
Copies of bank statements		X	
Cash disbursements journals			Not available
Statement of Operations	MOR-2	X	
Balance Sheet	MOR-3	X	
Status of Postpetition Taxes	MOR-4	X	
Copies of IRS Form 6123 or payment receipt			Not available
Copies of Federal income tax returns filed during reporting period		X	
Summary of Unpaid Postpetition Debts	MOR-4		See Note #4
Listing of aged accounts payable			See Note #4
Accounts Receivable Reconciliation and Aging	MOR-5	X	
Debtor Questionnaire	MOR-5	X	

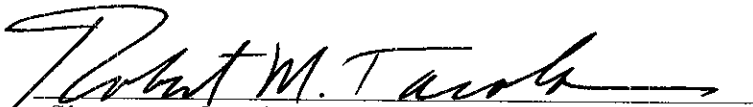
I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the documents attached are true and correct to the best of my knowledge and belief.

Signature of Debtor

Date

Signature of Joint Debtor

Date



Signature of Authorized Individual*

28 JUNE 2002

Date

Robert M. Tarola

Printed Name of Authorized Individual

Senior Vice President and
Chief Financial Officer

Title of Authorized Individual

*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

W. R. Grace & Co.
Monthly Financial Report
May 31, 2002

Table of Contents

Chart #

Form MOR

Monthly Operating Report

Schedule of Cash Receipts and Disbursements	1	MOR-1
Bank Reconciliations	2	MOR-1
Combining Statement of Operations - Filing Entities Only	3	MOR-2
Combining Balance Sheet - Filing Entities Only	4	MOR-3
Status of Postpetition Taxes	5	MOR-4
Accounts Receivable Reconciliation and Aging	6	MOR-5
Debtor Questionnaire	7	MOR-5

Combined Chapter 11 Filing Entity Statements

Combined Statement of Operations.....	8
Combined Functional Basis Statement of Cash Flows	9
Combined Balance Sheet	10
Notes to Combined Financial Statements	11

Bank Statements

Federal Income Tax Returns

None Filed

Forward-Looking Information

This monthly financial report contains forward-looking information that involves risks and uncertainties. For such information, Grace claims the protection of the safe harbor for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995. Actual results could differ materially from the results predicted, and reported results should not be considered as a indication of future performance. Factors that could cause actual results to differ from those contained in the forward-looking information include those factors set forth in Grace's most recent Annual Report on Form 10-K and quarterly reports on Form 10-Q, which have been filed with the Securities Exchange Commission.

Statement of Confidentiality

The information contained in the monthly financial report contains confidential information of W. R. Grace & Co. and its subsidiaries (the "Confidential Information"). The Confidential Information has been prepared solely for information purposes and may not be disclosed to any person or entity or reproduced, disseminated or disclosed, in whole or in part, except to officers, directors, employees, and representatives of the recipient ("Representatives") or as required by applicable law or regulation. By receipt of the Confidential Information, each recipient agrees to (1) use the Confidential Information only to enhance its understanding of Grace and its businesses, and (2) inform its Representatives of the confidential nature of such information and direct them to treat such information in accordance with the terms. Each recipient agrees to be responsible for any breach of these provisions by any of its Representatives.

Monthly Operating Report

W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

May 2002

	JP Morgan Chase Disbursement 9101013572	Wachovia Lockbox 8619039102	First Union Deposit Acct 2199500021812	First Union Payroll 2079900003615	First Union Money Market 8025296271	First Union Depository 2000006910969	Merrill Lynch Investment 3323735
CASH BEGINNING OF MONTH	\$ 84,911	\$ 648,500	\$ 10,000	\$ (134,971)	\$ -	\$ 3,744	\$ 8,264,683
RECEIPTS							
ACCOUNTS RECEIVABLE - THIRD PARTIES					No Activity	No Activity	
ACCOUNTS RECEIVABLE - INTERCOMPANY							
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES			11,095,077				16,505
TRANSFERS IN - NONFILING ENTITIES							
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	247,989			2,228,670			42,000,000
MISCELLANEOUS							
TOTAL RECEIPTS	247,989	-	11,095,077	2,228,670	-	-	42,016,505
DISBURSEMENTS							
PAYROLL				1,464,746			
PAYROLL TAXES				760,275			
TRADE PAYABLES - THIRD PARTIES							
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES							
TRANSFERS OUT - THIRD PARTIES	222,143						
TRANSFERS OUT - NONFILING ENTITIES							
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		34,500	5,232,345				34,300,000
MISCELLANEOUS							
TOTAL DISBURSEMENTS	222,143	34,500	5,232,345	2,225,021	-	-	34,300,000
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	25,846	(34,500)	5,862,732	3,649	-	-	7,716,505
CASH - END OF MONTH	110,757	614,000	5,872,732	(131,322)	-	3,744	15,981,188

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of other debtor entities. Such activity may include salary of employees, legal and professional fees, and other expenditures, and is generally recorded via intercompany accounts. In addition, certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

May 2002

	Merrill Lynch Investment 3343175	JP Morgan Chase Holding 323223141	First Union Daleen Deposit 2090002554779	First Union SBA Deposit 2090003135045	JP Morgan Chase Concentration 16001257	Fleet Bank Payroll 44987004	Bank of America Payroll 3750245235
CASH BEGINNING OF MONTH	\$ 5,218	\$ 710,977	\$ -	\$ -	\$ 479,094	\$ -	\$ -
RECEIPTS							
ACCOUNTS RECEIVABLE - THIRD PARTIES		No Activity	No Activity	No Activity		No Activity	No Activity
ACCOUNTS RECEIVABLE - INTERCOMPANY							
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES	8				1,505,394		
TRANSFERS IN - NONFILING ENTITIES					14,778,754		
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS					122,447,909		
MISCELLANEOUS							
TOTAL RECEIPTS	8	-	-	-	138,732,057	-	-
DISBURSEMENTS							
PAYROLL							
PAYROLL TAXES							
TRADE PAYABLES - THIRD PARTIES					523,039		
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION							
PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES					124,477		
TRANSFERS OUT - THIRD PARTIES					5,146,441		
TRANSFERS OUT - NONFILING ENTITIES					7,820,075		
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS					125,139,583		
MISCELLANEOUS							
TOTAL DISBURSEMENTS	-	-	-	-	138,753,614	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	8	-	-	-	(21,558)	-	-
CASH - END OF MONTH	5,226	710,977	-	-	457,537	-	-

Note #1

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W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

May 2002

	Bank of America Payroll 8188003115	Bank of America Lockbox 8188203114	First Union Concentration 2000000282172	First Union Payroll 2079900016741	First Union Petty Cash 2079900005800	Civic Bank Payroll 15502015736	Fleet Bank Payroll 51217666
CASH BEGINNING OF MONTH	\$ 8,154	\$ 1,069,510	\$ 4,228,818	\$ (430,086)	\$ 4,383	\$ 20,163	\$ 2,966
RECEIPTS							
	No Activity					No Activity	No Activity
ACCOUNTS RECEIVABLE - THIRD PARTIES		40,864,891					
ACCOUNTS RECEIVABLE - INTERCOMPANY		269,766					
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES							
TRANSFERS IN - NONFILING ENTITIES							
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		2,806,317	74,400,000	5,450,080	7,596		
MISCELLANEOUS							
TOTAL RECEIPTS	-	43,940,973	74,400,000	5,450,080	7,596	-	-
DISBURSEMENTS							
PAYROLL				3,580,752			
PAYROLL TAXES				1,809,098			
TRADE PAYABLES - THIRD PARTIES							
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION							
PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES							
TRANSFERS OUT - THIRD PARTIES		2,078,717			8,177		
TRANSFERS OUT - NONFILING ENTITIES							
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		41,696,946	76,089,546				
MISCELLANEOUS							
TOTAL DISBURSEMENTS	-	43,775,663	76,089,546	5,389,850	8,177	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	165,311	(1,689,546)	60,230	(582)	-	-
CASH - END OF MONTH	8,154	1,234,821	2,539,272	(369,856)	3,801	20,163	2,966

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W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

May 2002

	First Union- Libby Medical 2079900065006	First Union Accts Payable 2079920005761	First Union Payroll 2079900067554	Wachovia Lockbox 1866-082535	First Union Accts payable 2079900005260	First Union Accts Payable 2079900005231	Alfirst Payroll 16298631
CASH BEGINNING OF MONTH	\$ 130,010	\$ (4,901,893)	\$ (19,105)	\$ 1,400,671	\$ (1,967,648)	\$ (1,596,241)	\$ 978,241
RECEIPTS							
ACCOUNTS RECEIVABLE - THIRD PARTIES				41,949,665			
ACCOUNTS RECEIVABLE - INTERCOMPANY				1,057,270			
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES							
TRANSFERS IN - NONFILING ENTITIES							
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	264,951	39,777,986	1,674,679		9,084,318	17,601,265	3,167,479
MISCELLANEOUS							
TOTAL RECEIPTS	264,951	39,777,986	1,674,679	43,006,936	9,084,318	17,601,265	3,167,479
DISBURSEMENTS							
PAYROLL			1,205,143				2,452,039
PAYROLL TAXES			557,187				1,487,314
TRADE PAYABLES - THIRD PARTIES		41,882,101			9,596,793	16,439,462	
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES							
TRANSFERS OUT - THIRD PARTIES	130,010						
TRANSFERS OUT - NONFILING ENTITIES							
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS				43,975,661			
MISCELLANEOUS				99,819			
TOTAL DISBURSEMENTS	130,010	41,882,101	1,762,330	44,075,480	9,596,793	16,439,462	3,939,353
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	134,941	(2,104,116)	(87,650)	(1,068,544)	(512,474)	1,161,803	(771,874)
CASH - END OF MONTH	264,952	(7,006,009)	(106,756)	332,127	(2,480,123)	(434,438)	206,367

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W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

May 2002

	SunTrust Payroll 00000141309	PNC 4002641360	Hibernia Natl Disbursement 101391210	Bank of America Payroll 0000 0002 2137	Alfirst Payroll 16298657	First Union Petty Cash 2040000016900	Banco de Credito Operating Acct 1931115122058
CASH BEGINNING OF MONTH	\$ 45,000	\$ 25,000	\$ 10,000	\$ 25,000	\$ 208,003	\$ 40,778	\$ 980
RECEIPTS							
		No Activity	No Activity			No Activity	
ACCOUNTS RECEIVABLE - THIRD PARTIES							6,088
ACCOUNTS RECEIVABLE - INTERCOMPANY							
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES							42,069
TRANSFERS IN - NONFILING ENTITIES							
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS					4,989,383		
MISCELLANEOUS	291			5,610			
TOTAL RECEIPTS	291	-	-	5,610	4,989,383	-	48,157
DISBURSEMENTS							
PAYROLL					3,194,172		
PAYROLL TAXES					1,795,211		
TRADE PAYABLES - THIRD PARTIES							
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION							
PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES							
TRANSFERS OUT - THIRD PARTIES							28,378
TRANSFERS OUT - NONFILING ENTITIES							
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS							
MISCELLANEOUS							9,572
TOTAL DISBURSEMENTS	-	-	-	-	4,989,383	-	37,951
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	291	-	-	5,610	-	-	10,206
CASH - END OF MONTH	45,291	25,000	10,000	30,610	208,003	40,778	11,186

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W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

May 2002

	Banco de Credito Operating Acct 1931125963172	Banco de Credito Time Deposit 0015820	Bank of Boston Operating Acct 0154519	Bank of Boston Operating Acct 0154424	Cash in Transit	Cash on Hand	Other
CASH BEGINNING OF MONTH	\$ 144,070	\$ 10,000	\$ 8,065	\$ 840,165	\$ 184	\$ 48,025	\$ 279,698
RECEIPTS							
ACCOUNTS RECEIVABLE - THIRD PARTIES	97,820		18,057	130,003	No Activity	No Activity	
ACCOUNTS RECEIVABLE - INTERCOMPANY							
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES			19,824				
TRANSFERS IN - NONFILING ENTITIES							
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS							
MISCELLANEOUS							21,686
TOTAL RECEIPTS	97,820	-	37,882	130,003	-	-	21,686
DISBURSEMENTS							
PAYROLL			6,432				
PAYROLL TAXES			21,889				
TRADE PAYABLES - THIRD PARTIES				396,841			
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION							
PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES							
TRANSFERS OUT - THIRD PARTIES	42,890			20,000			
TRANSFERS OUT - NONFILING ENTITIES							
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS							
MISCELLANEOUS	11,359		8,977	15,046			52,447
TOTAL DISBURSEMENTS	54,248	-	37,297	421,886	-	-	52,447
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	43,571	-	584	(291,883)	-	-	(30,761)
CASH - END OF MONTH	187,642	10,000	8,649	548,280	184	48,025	248,937

Note #1

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W. R. Grace & Co. - Conn		
Schedule of Cash Receipts and Disbursements		
MOR-1		
May 2002		
	CURRENT MONTH	
	ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 10,685,067	
RECEIPTS		
ACCOUNTS RECEIVABLE - THIRD PARTIES	83,066,524	
ACCOUNTS RECEIVABLE - INTERCOMPANY	1,327,036	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI	-	
DIP BORROWINGS	-	
TRANSFERS IN - THIRD PARTIES	12,678,877	
TRANSFERS IN - NONFILING ENTITIES	14,773,754	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	326,148,622	
MISCELLANEOUS	27,587	
TOTAL RECEIPTS	438,027,401	-
DISBURSEMENTS		
PAYROLL	11,903,284	
PAYROLL TAXES	6,430,974	
TRADE PAYABLES - THIRD PARTIES	68,828,236	
TRADE PAYABLES - INTERCOMPANY	-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI	-	
DIP PRINCIPAL REPAYMENTS	-	
DIP INTEREST AND USAGE FEES	124,477	
TRANSFERS OUT - THIRD PARTIES	7,676,755	
TRANSFERS OUT - NONFILING ENTITIES	7,820,075	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	326,468,580	
MISCELLANEOUS	197,219	
TOTAL DISBURSEMENTS	429,449,601	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	8,577,800	-
CASH - END OF MONTH	19,262,868	\$ -

Note #1

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W.R. Grace & Co. Schedule of Cash Receipts and Disbursements MOR-1 May 2002			
	JP Morgan Chase Pass Through 323881963	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	349,702	349,702	
TOTAL RECEIPTS	349,702	349,702	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	349,702	349,702	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	349,702	349,702	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

Remedium Group, Inc.					
Schedule of Cash Receipts and Disbursements					
MOR-1					
May 2002					
	JP Morgan Chase Depository/Wire 323883842	JP Morgan Chase Disbursement 601831985	Other	CURRENT MONTH	
				ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ (178,855)	\$ (18,734)	\$ (197,589)	
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES				-	
ACCOUNTS RECEIVABLE - INTERCOMPANY				-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI				-	
DIP BORROWINGS				-	
TRANSFERS IN - THIRD PARTIES	14,970			14,970	
TRANSFERS IN - NONFILING ENTITIES				-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		334,928		334,928	
TOTAL RECEIPTS	14,970	334,928	-	349,898	-
DISBURSEMENTS					
PAYROLL				-	
PAYROLL TAXES				-	
TRADE PAYABLES - THIRD PARTIES				-	
TRADE PAYABLES - INTERCOMPANY				-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI				-	
DIP PRINCIPAL REPAYMENTS				-	
DIP INTEREST AND USAGE FEES				-	
TRANSFERS OUT - THIRD PARTIES		132,213	196	132,409	
TRANSFERS OUT - NONFILING ENTITIES				-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	14,970			14,970	
MISCELLANEOUS				-	
TOTAL DISBURSEMENTS	14,970	132,213	196	147,380	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	202,715	(196)	202,519	-
CASH - END OF MONTH	-	23,860	(18,930)	4,930	-

Darex Puerto Rico, Inc.					
Schedule of Cash Receipts and Disbursements					
MOR-1					
May 2002					
	Citibank Operating Acct 300153011	Petty Cash	Other	CURRENT MONTH	
				ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 3,372,634	\$ 1,500	\$ (51,673)	\$ 3,322,461	
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES	670,430			670,430	
ACCOUNTS RECEIVABLE - INTERCOMPANY				-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI				-	
DIP BORROWINGS				-	
TRANSFERS IN - THIRD PARTIES				-	
TRANSFERS IN - NONFILING ENTITIES				-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	559,286			559,286	
TOTAL RECEIPTS	1,229,716	-	-	1,229,716	-
DISBURSEMENTS					
PAYROLL	9,526			9,526	
PAYROLL TAXES	3,434			3,434	
TRADE PAYABLES - THIRD PARTIES	214,014			214,014	
TRADE PAYABLES - INTERCOMPANY				-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI				-	
DIP PRINCIPAL REPAYMENTS				-	
DIP INTEREST AND USAGE FEES				-	
TRANSFERS OUT - THIRD PARTIES				-	
TRANSFERS OUT - NONFILING ENTITIES				-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	559,286			559,286	
MISCELLANEOUS				-	
TOTAL DISBURSEMENTS	786,260	-	-	786,260	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	443,455	-	-	443,455	-
CASH - END OF MONTH	3,816,089	1,500	(51,673)	3,765,916	-

CC Partners			
Schedule of Cash Receipts and Disbursements			
MOR-1			
May 2002			
	First Union Deposit Acct 2199500031802	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION			
PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

Kootenai Development Company			
Schedule of Cash Receipts and Disbursements			
MOR-1			
May 2002			
	First National Bank of Montana 1049097	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 36,936	\$ 36,936	
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION			
PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES	3,912	3,912	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	3,912	3,912	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(3,912)	(3,912)	-
CASH - END OF MONTH	\$ 33,024	\$ 33,024	\$ -

Dewey & Almy, LLC			
Schedule of Cash Receipts and Disbursements			
MOR-1			
May 2002			
	Miscellaneous	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 1,000	\$ 1,000	
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION			
PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ 1,000	\$ 1,000	\$ -

Grace Europe, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

May 2002

	Barclays Bank PLC	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

Gloucester New Communities Company, Inc. Schedule of Cash Receipts and Disbursements MOR-1 May 2002			
	Cash On Hand	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 500	\$ 500	
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ 500	\$ 500	\$ -

W. R. Grace & Co. - Conn Bank Reconciliations April 2002 MOR-1								
	JP Morgan Chase Disbursement 9101013572		Wachovia Lockbox 8619039102		First Union Deposit Acct 2199500021812		First Union Payroll 2079900003615	
Balance per books	\$ 84,911		\$ 648,500		\$ 10,000		\$ (134,971)	
Bank Balance	\$ 84,911		\$ 648,500		\$ 10,000		\$ -	
(+) Deposits in transit	-		-		-		-	
(-) Outstanding checks	-		-		-		(196,730)	
Other	-		-		-		61,759	
Adjusted bank balance	\$ 84,911		\$ 648,500		\$ 10,000		\$ (134,971)	
Deposits in Transit								
Outstanding Checks								
							101521	(6,113)
							13480	(3,750)
							4642	(77)
							4870	(1,792)
							4888	(812)
							14085	(14,273)
							5297	(1,125)
							5307	(2,586)
							5308	(1,883)
							5356	(2,763)
							5383	(6,617)
							101	(92)
							Various	(131,274)
							5828	(1,106)
							5846	(2,226)
							A36915	(105)
							A37058	(1,098)
							5910	(1,038)
							5972	(228)
							5973	(1,038)
							6008	(1,038)
							6035	(1,074)
							6051	(450)
							6054	(3,398)
							6055	(1,074)
							6057	(1,549)
							6060	(1,011)
							6061	(1,919)
							6063	(1,976)
							6064	(667)
							6065	(962)
							6067	(1,172)
							14477	(444)
Other								
Transfers between bank accounts								
Accounting error								
Interest not recorded on books								
Bank fees not recorded on books								
Payroll tax payments not recorded								
Unreconciled bank activity								22,263
Unreconciled ledger activity								(620)
Returned item adjustment								40,116
Payroll/other activity in transit								
Petty cash funds								
Unrecorded deposit								

3 of 15

[illegible]

W. R. Grace & Co. - Conn Bank Reconciliations April 2002 MOR-1								
	First Union Payroll 2079900016741		First Union Petty Cash 2079900005600		Civic Bank Payroll 15502015736		Fleet Bank Payroll 51217666	
Balance per books	\$ (430,086)		\$ 4,383		\$ 20,163		\$ 2,966	
Bank Balance	\$ -		\$ -		\$ 20,163		\$ 2,634	
(+) Deposits in transit	-		-		-		-	
(-) Outstanding checks	(503,103)		(1,005)		-		-	
Other	73,017		5,388		-		332	
Adjusted bank balance	\$ (430,086)		\$ 4,383		\$ 20,163		\$ 2,966	
Deposits in Transit								
Outstanding Checks								
	detail available		3840	(64)				
			3842	(98)				
			3849	(43)				
			3852	(71)				
			3864	(227)				
			3886	(86)				
			3888	(139)				
			3891	(100)				
			3892	(56)				
			22952	(22)				
			23329	(78)				
			33009	(21)				
Other								
Transfers between bank accounts								
Accounting error								
Interest not recorded on books								
Bank fees not recorded on books		(50)						
Payroll tax payments not recorded		(8)						332
Unreconciled bank activity		267,765						
Unreconciled ledger activity		(194,690)						
Returned item adjustment				5,388				
Payroll/other activity in transit								
Petty cash funds								
Unrecorded deposit								

	First Union Libby Medical 2079900065006	First Union Accts Payable 2079920005761	First Union Payroll 2079900067554	Wachovia Lockbox 1866-082535
Balance per books	\$ 130,010	\$ (4,901,893)	\$ (19,105)	\$ 1,400,671
Bank Balance	\$ -	\$ -	\$ -	\$ 1,400,673
(+) Deposits in transit	-	-	-	-
(-) Outstanding checks	-	(3,903,728)	(58,673)	-
Other	130,010	(998,165)	39,568	(2)
Adjusted bank balance	\$ 130,010	\$ (4,901,893)	\$ (19,105)	\$ 1,400,671
Deposits in Transit				Date Amount
Outstanding Checks				Ck. # Amount
		detail available	detail available	
Other				
Transfers between bank accounts				
Accounting error				
Interest not recorded on books				
Bank fees not recorded on books				
Payroll tax payments not recorded				
Unreconciled bank activity				
Unreconciled ledger activity	130,010	(998,165)	8,901	(2)
Returned item adjustment			30,667	
Payroll/other activity in transit				
Petty cash funds				
Unrecorded deposit				

W. R. Grace & Co. - Conn Bank Reconciliations April 2002 MOR-1								
	First Union Accts payable 2079900005260		First Union Accts Payable 2079900005231		Allfirst Payroll 16298531		SunTrust Payroll 00000141309	
Balance per books	\$ (1,967,648)		\$ (1,596,241)		\$ 978,241		\$ 45,000	
Bank Balance	\$ -		\$ -		\$ 1,006,526		\$ 45,291	
(+) Deposits in transit	-		-		-		-	
(-) Outstanding checks	(1,967,998)		-		(39,652)		(291)	
Other	350		(1,596,241)		11,367		-	
Adjusted bank balance	\$ (1,967,648)		\$ (1,596,241)		\$ 978,241		\$ 45,000	
Deposits in Transit	Date	Amount	Date	Amount	Date	Amount	Date	Amount
Outstanding Checks	Ck. #	Amount	Ck. #	Amount	Ck. #	Amount	Ck. #	Amount
	Various	(1,958,011)			detail available		7725	(84)
	11071	(3,000)					74778	(84)
	24766	(630)					74939	(123)
	25769	(243)						
	28244	(149)						
	30564	(1,058)						
	31049	(4,859)						
	32320	(20)						
	33021	(28)						
Other								
Transfers between bank accounts								
Accounting error								
Interest not recorded on books								
Bank fees not recorded on books						1,085		
Payroll tax payments not recorded								
Unreconciled bank activity								
Unreconciled ledger activity		470						
Returned item adjustment						10,282		
Payroll/other activity in transit		(120)		(1,596,241)				
Petty cash funds								
Unrecorded deposit								

W. R. Grace & Co. - Conn
Bank Reconciliations
April 2002
MOR-1

	PNC 4002641360		Hibernia Natl Disbursement 101391210		Bank of America Payroll 0000 0002 2137		Allfirst Payroll 16298657		First Union Petty Cash 2040000016900	
Balance per books	\$ 25,000		\$ 10,000		\$ 25,000		\$ 208,003		\$ 40,778	
Bank Balance	\$ 25,000		\$ 9,830		\$ 30,610		\$ 224,536		\$ 39,856	
(+) Deposits in transit	-		-		-		-		-	
(-) Outstanding checks	-		-		(337)		(11,070)		-	
Other	-		170		(5,273)		(5,463)		922	
Adjusted bank balance	\$ 25,000		\$ 10,000		\$ 25,000		\$ 208,003		\$ 40,778	
Deposits in Transit	Date	Amount	Date	Amount	Date	Amount	Date	Amount	Date	Amount
Outstanding Checks	Ck. #	Amount	Ck. #	Amount	Ck. #	Amount	Ck. #	Amount	Ck. #	Amount
					40820	(337)	4746	(1,823)		
							4964	(508)		
							4965	(1,253)		
							5002	(1,451)		
							5007	(624)		
							5008	(2,166)		
							5010	(1,571)		
							5011	(1,674)		
Other										
Transfers between bank accounts						(5,384)				
Accounting error										
Interest not recorded on books										
Bank fees not recorded on books				170		111				
Payroll tax payments not recorded										
Unreconciled bank activity										
Unreconciled ledger activity										
Returned item adjustment										
Payroll/other activity in transit								(5,463)		
Petty cash funds										1,000
Unrecorded deposit										(78)

W. R. Grace & Co. - Conn
Bank Reconciliations
April 2002
MOR-1

	Banco de Credito Operating Acct 1931115122058		Banco de Credito Operating Acct 1931125963172		Banco de Credito Time Deposit		Bank of Boston Operating Acct 0154519		Bank of Boston Operating Acct 0154424	
Balance per books	(Soles)	S/ 3,368	(US\$)	\$ 144,070		\$ 10,000	(Soles)	S/ 27,719	(US\$)	\$ 840,165
Bank Balance		S/ 3,368		\$ 146,059		\$ 10,000		S/ 31,022		\$ 839,901
(+) Deposits in transit		-		-		-		-		-
(-) Outstanding checks		-		-		-		(3,303)		(2,431)
Other		-		(1,989)		-		-		2,695
Adjusted bank balance		S/ 3,368		\$ 144,070		\$ 10,000		S/ 27,719		\$ 840,165
Deposits in Transit	Date		Date		Date		Date		Date	
Outstanding Checks	Ck. #		Ck. #		Ck. #		Ck. #		Ck. #	
							0551	(1,416)	0312	(1,723)
							0564	(296)	0313	(708)
							0567	(1,591)		
Other										
Transfers between bank accounts										
Accounting error										
Interest not recorded on books										
Bank fees not recorded on books										
Payroll tax payments not recorded										2,695
Unreconciled bank activity										
Unreconciled ledger activity										
Returned item adjustment										
Payroll/other activity in transit										
Petty cash funds										
Unrecorded deposit				(1,989)						

W. R. Grace & Co. Bank Reconciliations April 2002 MOR-1		
	JP Morgan Chase Pass Through 323881963	
Balance per books	\$ -	
Bank Balance	-	
(+) Deposits in transit	-	
(-) Outstanding checks	-	
Other	-	
Adjusted bank balance	\$ -	
Deposits in Transit	Date	Amt
Outstanding Checks	Ck. #	Amt
Other		
Transfers between bank accounts		
Accounting error		
Interest not recorded on books		
Bank fees not recorded on books		
Payroll tax payments not recorded		
Unreconciled bank activity		
Unreconciled ledger activity		
Returned item adjustment		
Payroll activity in transit		
Petty cash funds		

Remedium Group, Inc. Bank Reconciliations April 2002 MOR-1				
	JP Morgan Chase Pass Through 323883842		JP Morgan Chase Disbursement 601831985	
Balance per books	\$ -		\$ (178,855)	
Bank Balance	-		-	
(+) Deposits in transit	-		-	
(-) Outstanding checks	-		(238,366)	
Other	-		59,511	
Adjusted bank balance	\$ -		\$ (178,855)	
Deposits in Transit	Date	Amount	Date	Amount
Outstanding Checks	Ck. #	Amount	Ck. #	Amount
			detail available	
Other				
Transfers between bank accounts				
Accounting error				
Interest not recorded on books				
Bank fees not recorded on books				
Payroll tax payments not recorded				
Unreconciled bank activity				
Unreconciled ledger activity				59,511
Returned item adjustment				
Payroll activity in transit				
Petty cash funds				

Darex Puerto Rico, Inc. Bank Reconciliations April 2002 MOR-1		
	Citibank Operating Acct 300153011	
Balance per books	\$ 3,372,634	
Bank Balance	3,429,363	
(+) Deposits in transit	-	
(-) Outstanding checks	(71,699)	
Other	14,970	
Adjusted bank balance	\$ 3,372,634	
Deposits in Transit	Date	Amt
Outstanding Checks	Ck. #	Amt
	15376	(12,203)
	15461	(27)
	15549	(8,598)
	15589	(18,000)
	15595	(3,767)
	15597	(12,174)
	15598	(145)
	15599	(3,000)
	15605	(81)
	15606	(8,598)
	15609	(225)
	Various	(4,881)
Other		
Transfers between bank accounts		
Accounting error		
Interest not recorded on books		
Bank fees not recorded on books		
Payroll tax payments not recorded		
Unreconciled bank activity		14,970
Unreconciled ledger activity		
Returned item adjustment		
Payroll activity in transit		
Petty cash funds		

13 of 15

14 of 15

15 of 15

W.R. Grace & Co. - Chapter 11 Filing Entities
Combining Statement of Operations
MOR - 2
Month Ended May 31, 2002

	W.R. Grace & Co. - Conn.	W.R. Grace & Co.	Remedium Group, Inc.	CCHP, Inc.	CC Partners	Grace Washington, Inc.	Litigation Management, Inc.	Grace Europe, Inc.	LB Realty, Inc.
Net sales to third parties	\$ 75,688,793	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	15,134,200	-	-	-	-	-	-	-	-
Net sales to filing entities	172,710	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	1,273,154	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	(5,526,154)	4,040,656	705,412	19,173	845,233	-	2,602,915	-	-
Other income	645,396	-	-	-	-	-	-	-	-
	87,388,099	4,040,656	705,412	19,173	845,233	-	2,602,915	-	-
Cost of goods sold to third parties	44,702,813	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	10,880,842	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	164,661	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	20,057,055	-	31,076	-	-	18,005	-	-	-
Research and development expenses	3,644,382	-	-	-	-	-	-	-	-
Depreciation and amortization	4,970,000	-	2,257	-	-	-	-	-	-
Interest expense	1,585,801	-	-	-	-	-	-	-	-
	86,005,553	-	33,333	-	-	18,005	-	-	-
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	1,382,546	4,040,656	672,079	19,173	845,233	(18,005)	2,602,915	-	-
Chapter 11 reorganization expenses, net	(2,817,292)	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	(1,151,445)	(1,414,230)	(235,228)	(6,710)	(295,831)	6,301	(911,020)	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net income	\$ (2,586,191)	\$2,626,426	\$ 436,851	\$ 12,463	\$ 549,402	\$ (11,704)	\$1,691,895	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities
Combining Statement of Operations
MOR - 2
Month Ended May 31, 2002

	Grace International Holdings, Inc.	Darex Puerto Rico, Inc.	Alewite Land Corporation	Alewite Boston, Ltd.	Five Alewite Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.	MRA Staffing Systems, Inc.	Kootenai Development Company
Net sales to third parties	\$ -	\$ 479,783	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	1,962,524	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	(2,687,296)	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-	-	(100)
	(724,772)	479,783	-	-	-	-	-	-	-	(100)
Cost of goods sold to third parties	-	220,306	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	4,231	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	74,626	-	-	-	-	-	-	-	3,812
Research and development expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	6,998	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-	-
	-	306,161	-	-	-	-	-	-	-	3,812
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	(724,772)	173,622	-	-	-	-	-	-	-	(3,912)
Chapter 11 reorganization expenses, net (Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	215,662	(60,768)	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Net income	\$ (509,109)	\$ 112,854	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (3,912)

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities
Combining Statement of Operations
MOR - 2
Month Ended May 31, 2002

	CB Biomedical, Inc.	Amicon, Inc.	Grace Environmental, Inc.	Grace Chemical Company of Cuba	Southern oil, Resin & Fiberglass, Inc.	Guanica- Caribe Land Development Corporation	Dewey & Almy, LLC	A-1 Bit & Tool Co., Inc.	Grace Tarpon Investors, Inc.	G C Limited Partners I, Inc.
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-	-
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net (Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Net income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities
Combining Statement of Operations
MOR - 2
Month Ended May 31, 2002

	Monolith Enterprises, incorporated	Grace Culinary Systems, Inc.	Grace Hotel Services Corporation	Monroe Street Inc.	Grace H-G Inc.	Hanover Square Corporation	Ecarg, Inc.	W.R. Grace Land Corporation	G C Management, Inc.	Water Street Corporation
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net (Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Net income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities
Combining Statement of Operations
MOR - 2
Month Ended May 31, 2002

	Del Taco Restaurants, Inc.	W.R. Grace Capital Corporation	Gloucester New Communities Company, Inc.	Creative Food N' Fun Company	Grace PAR Corporation	Grace A-B Inc.	Homco International, Inc.	GPC Thomasville Corp.	Grace Ventures Corp.	Grace Energy Corporation
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net (Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Net income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities
Combining Statement of Operations
MOR - 2
Month Ended May 31, 2002

	GEC Management Corporation	Grace Offshore Company	Coalgrace, Inc.	Grace A-B II Inc.	Grace H-G II Inc.	Coalgrace II, Inc.	Gracecoal II, Inc.	Gracoal, Inc.	Grace Drilling Company	Grace Petroleum Libya Incorporated
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-	-
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net (Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Net income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended May 31, 2002						
	Axial Basin Ranch Company	Hayden-Gulch West Coal Company	H-G Coal Company	Eliminations between Filing Entities	Conversion to Equity Method	COMBINED FILING ENTITIES
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 76,168,576
Net sales to non-filing entities	-	-	-	-	-	15,134,200
Net sales to filing entities	-	-	-	(172,710)	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	3,235,679
Interest and royalties from filing entities, net	-	-	-	61	-	-
Other income	-	-	-	-	-	645,296
	-	-	-	(172,649)	-	95,183,750
Cost of goods sold to third parties	-	-	-	-	-	44,923,118
Cost of goods sold to non-filing entities	-	-	-	-	-	10,880,842
Cost of goods sold to filing entities	-	-	-	(168,892)	-	-
Selling, general and administrative expenses	-	-	-	-	-	20,184,574
Research and development expenses	-	-	-	-	-	3,644,382
Depreciation and amortization	-	-	-	-	-	4,979,255
Interest expense	-	-	-	-	-	1,585,801
	-	-	-	(168,892)	-	86,197,972
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	(3,757)	-	8,985,778
Chapter 11 reorganization expenses, net (Provision for) benefit from income taxes	-	-	-	-	-	(2,817,292)
Minority interest in income of subsidiary	-	-	-	-	-	(3,853,269)
Equity in net income of non-filing entities	-	-	-	-	5,621,952	-
	-	-	-	-	5,621,952	5,621,952
Net income	\$ -	\$ -	\$ -	\$ (3,757)	\$5,621,952	\$ 7,937,169

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

May 31, 2002

	W.R. Grace & Co. - Conn	W.R. Grace & Co.	Remedium Group, Inc.	CCHP, Inc.	CC Partners	Grace Washington, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ 19,262,868	\$ -	\$ 4,930	\$ -	\$ -	\$ -
Notes and accounts receivable, net	128,245,202	-	115,914	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	268,166,837	(388,698,366)	1,959,402	12,983,819	(27,789,573)	(9,455,488)
Inventories	92,405,791	-	-	-	-	-
Deferred income taxes	21,546,947	-	4,097,301	-	-	-
Asbestos-related insurance expected to be realized within one year	8,963,176	-	-	-	-	-
Other current assets	46,777,460	-	-	-	-	-
Total Current Assets	585,368,281	(388,698,366)	6,177,546	12,983,819	(27,789,573)	(9,455,488)
Properties and equipment, net	375,726,754	-	501,641	-	-	-
Goodwill, net	14,230,366	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	85,786,190	-	-	-	-	-
Deferred income taxes	719,303,392	-	44,101,884	-	-	-
Asbestos-related insurance expected to be realized after one year	274,943,452	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	(1,032,664,438)	776,155,527	121,114,857	4,457,245	192,302,371	-
Investment in filing and non-filing entities	797,711,141	241,512,111	-	-	-	-
Other assets	315,292,694	-	-	-	-	-
Total Assets	\$ 2,135,697,831	\$ 628,969,272	\$ 171,895,927	\$ 17,441,064	\$ 164,512,798	\$ (9,455,488)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ 1,561,335	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	28,635,539	-	115,009	-	-	-
Income taxes payable	0	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	(0)	-	-	-	-	-
Other current liabilities	53,322,008	-	(83,511)	-	(0)	11,211
Total Current Liabilities	83,518,881	-	31,498	-	(0)	11,211
Long-term debt - DIP facility	(438,134)	-	-	-	-	-
Deferred income taxes	215,335,666	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	(0)	-	-	-	-	-
Other liabilities	223,635,654	0	0	-	(0)	-
Total Liabilities Not Subject to Compromise	522,052,067	0	31,499	-	(0)	11,211
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	530,055,007	-	-	-	-	-
Accounts payable	31,286,233	-	661,028	-	-	-
Income taxes payable	166,671,047	23,394,599	1,726,716	31,864	7,687,602	(306,403)
Asbestos-related liability	992,040,572	-	-	-	-	-
Other liabilities	368,639,758	188,091	136,943,727	-	32,270,267	-
Total Liabilities Subject to Compromise	2,088,692,617	23,582,690	139,331,471	31,864	39,957,869	(306,403)
Total Liabilities	2,610,744,685	23,582,690	139,362,969	31,864	39,957,869	(295,192)
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	-
Common Stock	83,968,960	769,747	12,223	1,000	-	1,000
Paid in capital	142,809,878	429,501,786	9,724,449	34,052,467	56,011,577	-
(Accumulated deficit)/Retained earnings	(507,260,204)	312,109,909	22,796,286	(16,644,267)	68,543,353	(9,161,296)
Treasury stock, at cost	-	(136,994,960)	-	-	-	-
Consolidation of Investments	(135,997,842)	-	-	-	-	-
Cumulative Translation Adjustments	(58,567,645)	-	-	-	-	-
Deferred compensation trust	-	100	-	-	-	-
Total Shareholders' Equity (Deficit)	(475,048,854)	605,386,582	32,532,958	17,409,200	124,554,930	(9,160,296)
Total Liabilities and Shareholders' Equity (Deficit)	\$ 2,135,697,831	\$ 628,969,272	\$ 171,895,927	\$ 17,441,064	\$ 164,512,798	\$ (9,455,488)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

May 31, 2002

	Litigation Management, Inc.	Grace Europe, Inc.	L B Realty, Inc.	Grace International Holdings, Inc.	Darex Puerto Rico Inc.	Alewite Land Corporation
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 3,765,916	\$ -
Notes and accounts receivable, net	-	73,912	-	-	2,404,213	-
Receivables from/(payables to) filing and non-filing entities, net	(388,499,848)	5,740,824	140,472,269	(73,251,785)	(1,983,941)	(5,154,635)
Inventories	-	(0)	-	-	95,143	-
Deferred income taxes	-	67,688	-	-	17,655	-
Asbestos-related insurance expected to be realized within one year	-	-	-	-	-	-
Other current assets	-	-	-	-	2,219	-
Total Current Assets	(388,499,848)	5,882,424	140,472,269	(73,251,785)	4,301,206	(5,154,635)
Properties and equipment, net	-	-	-	-	839,576	-
Goodwill, net	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	38,161	-	-	-	-
Asbestos-related insurance expected to be realized after one year	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	440,309,353	(3,426,388)	-	(37,882,035)	-	-
Investment in filing and non-filing entities	-	-	-	58,669,464	-	-
Other assets	-	54,000	-	-	172,118	1,135,647
Total Assets	\$ 51,809,506	\$ 2,548,197	\$ 140,472,269	\$ (52,464,356)	\$ 5,312,900	\$ (4,018,988)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	(0)	-	-	272,821	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	348,999	(5,613)	-	131,808	-
Total Current Liabilities	-	348,999	(5,613)	-	404,628	-
Long-term debt - DIP facility	-	-	-	-	-	-
Deferred income taxes	-	0	-	-	141,872	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	348,999	(5,613)	-	546,500	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	19,870	-	-	133,907	-
Income taxes payable	15,487,343	(639,315)	(47,122)	(4,778,221)	551,843	(175)
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	193,394	-	-	-	-
Total Liabilities Subject to Compromise	15,487,343	(426,051)	(47,122)	(4,778,221)	685,750	(175)
Total Liabilities	15,487,343	(77,052)	(52,735)	(4,778,221)	1,232,251	(175)
Shareholders' Equity (Deficit)						
Preferred Stock	112	-	-	-	-	-
Common Stock	1,000	1,000	-	1,000	1,000	200
Paid in capital	(29,267,410)	-	25,358,993	41,067,489	-	274,606
(Accumulated deficit)/Retained earnings	65,588,460	(421,453)	115,166,011	(32,671,184)	4,079,649	(4,293,619)
Treasury stock, at cost	-	-	-	-	-	-
Consolidation of Investments	-	-	-	-	-	-
Cumulative Translation Adjustments	-	3,045,702	-	(56,083,439)	-	-
Deferred compensation trust	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	36,322,163	2,625,249	140,525,004	(47,686,135)	4,080,649	(4,018,813)
Total Liabilities and Shareholders' Equity (Deficit)	\$ 51,809,506	\$ 2,548,197	\$ 140,472,269	\$ (52,464,356)	\$ 5,312,900	\$ (4,018,988)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

May 31, 2002

	Alewife Boston Ltd.	Five Alewife Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.	MRA Staffing Systems, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Notes and accounts receivable, net	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(2,143,455)	-	(57,817,172)	(50)	(160)	(1,585)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance expected to be realized within one year	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	(2,143,455)	-	(57,817,172)	(50)	(160)	(1,585)
Properties and equipment, net	-	-	-	-	-	-
Goodwill, net	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance expected to be realized after one year	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	34,053,467	54,500,000	54,500,000	56,011,577
Other assets	-	-	-	-	-	-
Total Assets	\$ (2,143,455)	\$ -	\$ (23,763,706)	\$ 54,499,950	\$ 54,499,840	\$ 56,009,992
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Long-term debt - DIP facility	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Income taxes payable	(85)	-	-	(50)	(160)	(496)
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(85)	-	-	(50)	(160)	(496)
Total Liabilities	(85)	-	-	(50)	(160)	(496)
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	-
Common Stock	-	-	931,540	1	130	130
Paid in capital	-	-	9,408,460	54,499,999	54,499,870	54,499,870
(Accumulated deficit)/Retained earnings	(2,143,370)	-	(34,103,706)	-	-	1,510,488
Treasury stock, at cost	-	-	-	-	-	-
Consolidation of Investments	-	-	-	-	-	-
Cumulative Translation Adjustments	-	-	-	-	-	-
Deferred compensation trust	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	(2,143,370)	-	(23,763,706)	54,500,000	54,500,000	56,010,488
Total Liabilities and Shareholders' Equity (Deficit)	\$ (2,143,455)	\$ -	\$ (23,763,706)	\$ 54,499,950	\$ 54,499,840	\$ 56,009,992

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

May 31, 2002

	Kootenai Development Company	CB Biomedical, Inc.	Amicon, Inc.	Grace Environmental, Inc.	Grace Chemical Company of Cuba	Southern Oil, Resin & Fiberglass, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ 33,024	\$ -	\$ -	\$ -	\$ -	\$ -
Notes and accounts receivable, net	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	-	(26,718,392)	57,347,191	(7,288,696)	-	-
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance expected to be realized within one year	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	33,024	(26,718,392)	57,347,191	(7,288,696)	-	-
Properties and equipment, net	-	-	-	-	-	-
Goodwill, net	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance expected to be realized after one year	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Other assets	1,630,940	-	-	-	-	-
Total Assets	\$ 1,663,964	\$ (26,718,392)	\$ 57,347,191	\$ (7,288,696)	\$ -	\$ -
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	551,649	5,000	-	-	-	-
Total Current Liabilities	551,649	5,000	-	-	-	-
Long-term debt - DIP facility	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	551,649	5,000	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	(104,565)	10,346,794	(5,100)	-	-
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Subject to Compromise	-	(104,565)	10,346,794	(5,100)	-	-
Total Liabilities	551,649	(99,565)	10,346,794	(5,100)	-	-
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	-
Common Stock	-	-	-	5,150	-	-
Paid in capital	1,104,954	859,233	3,671,658	5,144,850	-	-
(Accumulated deficit)/Retained earnings	7,361	(27,478,060)	43,427,950	(12,433,596)	-	-
Treasury stock, at cost	-	-	-	-	-	-
Consolidation of Investments	-	-	-	-	-	-
Cumulative Translation Adjustments	-	-	(99,212)	-	-	-
Deferred compensation trust	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	1,112,315	(26,618,827)	47,000,396	(7,283,596)	-	-
Total Liabilities and Shareholders' Equity (Deficit)	\$ 1,663,964	\$ (26,718,392)	\$ 57,347,191	\$ (7,288,696)	\$ -	\$ -

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

May 31, 2002

	Guanica-Caribe Land Development Corporation	Dewey & Almy, LLC	A-1 Bit & Tool Co., Inc.	Grace Tarpon Investors, Inc.	G C Limited Partners I, Inc.	Monolith Enterprises, Incorporated
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ 1,000	\$ -	\$ -	\$ -	\$ -
Notes and accounts receivable, net	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	5,824,344	(102,989)	(1,119,043)	10,284,334	540	(2,417,464)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance expected to be realized within one year	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	5,824,344	(101,989)	(1,119,043)	10,284,334	540	(2,417,464)
Properties and equipment, net	-	-	-	-	-	-
Goodwill, net	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance expected to be realized after one year	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	94,022	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ 5,824,344	\$ (7,966)	\$ (1,119,043)	\$ 10,284,334	\$ 540	\$ (2,417,464)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	3	-	-
Total Current Liabilities	-	-	-	3	-	-
Long-term debt - DIP facility	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	3	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Income taxes payable	(50)	-	(50)	(350)	(350)	(200)
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(50)	-	(50)	(350)	(350)	(200)
Total Liabilities	(50)	-	(50)	(347)	(350)	(200)
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	-
Common Stock	1,000	2,000	29,000	1,000	1,000	26,000
Paid in capital	5,823,446	-	-	3,136,087	-	9,988,414
(Accumulated deficit)/Retained earnings	(52)	(9,966)	(1,147,993)	7,147,595	(110)	(12,431,678)
Treasury stock, at cost	-	-	-	-	-	-
Consolidation of Investments	-	-	-	-	-	-
Cumulative Translation Adjustments	-	-	-	-	-	-
Deferred compensation trust	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	5,824,394	(7,966)	(1,118,993)	10,284,682	890	(2,417,264)
Total Liabilities and Shareholders' Equity (Deficit)	\$ 5,824,344	\$ (7,966)	\$ (1,119,043)	\$ 10,284,334	\$ 540	\$ (2,417,464)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities**Combining Balance Sheet****MOR - 3****May 31, 2002**

	Grace Culinary Systems, Inc.	Grace Hotel Services Corporation	Monroe Street, Inc.	Grace H-G Inc.	Hanover Square Corporation	Ecarg, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Notes and accounts receivable, net	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(26,312,455)	(5,132,534)	(3,350,574)	(2,509,789)	900	(1,230,598)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance expected to be realized within one year	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	(26,312,455)	(5,132,534)	(3,350,574)	(2,509,789)	900	(1,230,598)
Properties and equipment, net	-	-	-	-	-	1,184,871
Goodwill, net	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance expected to be realized after one year	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ (26,312,455)	\$ (5,132,534)	\$ (3,350,574)	\$ (2,509,789)	\$ 900	\$ (45,727)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Long-term debt - DIP facility	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	(419)	(50)	(150)	(50)	(15)
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Subject to Compromise	-	(419)	(50)	(150)	(50)	(15)
Total Liabilities	-	(419)	(50)	(150)	(50)	(15)
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	-
Common Stock	-	-	1,000	1,000	1,000	50
Paid in capital	-	-	-	-	-	50
(Accumulated deficit)/Retained earnings	(26,312,455)	(5,132,115)	(3,351,524)	(2,510,639)	(50)	(45,812)
Treasury stock, at cost	-	-	-	-	-	-
Consolidation of Investments	-	-	-	-	-	-
Cumulative Translation Adjustments	-	-	-	-	-	-
Deferred compensation trust	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	(26,312,455)	(5,132,115)	(3,350,524)	(2,509,639)	950	(45,712)
Total Liabilities and Shareholders' Equity (Deficit)	\$ (26,312,455)	\$ (5,132,534)	\$ (3,350,574)	\$ (2,509,789)	\$ 900	\$ (45,727)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

May 31, 2002

	W.R. Grace Land Corporation	G C Management, Inc.	Water Street Corporation	Del Taco Restaurants, Inc.	W.R. Grace Capital Corporation	Gloucester New Communities Company, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 500
Notes and accounts receivable, net	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	36,708,687	25,045	(73,001)	(12,559,443)	174,205	(19,464,242)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance expected to be realized within one year	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	36,708,687	25,045	(73,001)	(12,559,443)	174,205	(19,463,742)
Properties and equipment, net	-	-	-	-	438,445	-
Goodwill, net	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance expected to be realized after one year	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	6,284,806	-	-	-	-	-
Other assets	-	-	-	-	-	4,066
Total Assets	\$ 42,993,493	\$ 25,045	\$ (73,001)	\$ (12,559,443)	\$ 612,650	\$ (19,459,676)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	4,066
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	199	-
Total Current Liabilities	-	-	-	-	199	4,066
Long-term debt - DIP facility	-	-	-	-	438,134	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	438,333	4,066
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Income taxes payable	(449)	-	(50)	(190)	-	-
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(449)	-	(50)	(190)	-	-
Total Liabilities	(449)	-	(50)	(190)	438,333	4,066
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	-
Common Stock	5,000	-	1,000	85,539	1,000	5,000
Paid in capital	19,577,160	-	-	6,541,055	4,000	6,000,000
(Accumulated deficit)/Retained earnings	23,411,782	25,045	(73,951)	(19,185,847)	169,317	(25,468,742)
Treasury stock, at cost	-	-	-	-	-	-
Consolidation of Investments	-	-	-	-	-	-
Cumulative Translation Adjustments	-	-	-	-	-	-
Deferred compensation trust	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	42,993,942	25,045	(72,951)	(12,559,253)	174,317	(19,463,742)
Total Liabilities and Shareholders' Equity (Deficit)	\$ 42,993,493	\$ 25,045	\$ (73,001)	\$ (12,559,443)	\$ 612,650	\$ (19,459,676)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

May 31, 2002

	Creative Food N' Fun Company	Grace PAR Corporation	Grace A-B Inc.	Homco International, Inc.	GPC Thomasville Corp.	Grace Ventures Corp.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Notes and accounts receivable, net	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	23,479,749	6,345,536	810,450	(59,581,487)	(100)	(86,661)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance expected to be realized within one year	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	23,479,749	6,345,536	810,450	(59,581,487)	(100)	(86,661)
Properties and equipment, net	-	-	-	-	-	-
Goodwill, net	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance expected to be realized after one year	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ 23,479,749	\$ 6,345,536	\$ 810,450	\$ (59,581,487)	\$ (100)	\$ (86,661)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Long-term debt - DIP facility	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Income taxes payable	(399)	(125)	(150)	(255)	(100)	(50)
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(399)	(125)	(150)	(255)	(100)	(50)
Total Liabilities	(399)	(125)	(150)	(255)	(100)	(50)
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	-
Common Stock	1,090,000	1,000	1,000	303,000	-	-
Paid in capital	33,631,999	18,090,032	-	37,765,000	-	1,900,000
(Accumulated deficit)/Retained earnings	(11,241,851)	(11,745,371)	809,600	(97,649,232)	-	(1,986,611)
Treasury stock, at cost	-	-	-	-	-	-
Consolidation of Investments	-	-	-	-	-	-
Cumulative Translation Adjustments	-	-	-	-	-	-
Deferred compensation trust	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	23,480,148	6,345,661	810,600	(59,581,232)	-	(86,611)
Total Liabilities and Shareholders' Equity (Deficit)	\$ 23,479,749	\$ 6,345,536	\$ 810,450	\$ (59,581,487)	\$ (100)	\$ (86,661)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

May 31, 2002

	Grace Energy Corporation	GEC Management Corporation	Grace Offshore Company	Coalgrace, Inc.	Grace A-B II Inc.	Grace H-G II Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Notes and accounts receivable, net	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	352,712,759	4,384,362	(15,750,664)	5,297,049	875,519	(5,104)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance expected to be realized within one year	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	352,712,759	4,384,362	(15,750,664)	5,297,049	875,519	(5,104)
Properties and equipment, net	-	-	-	-	-	-
Goodwill, net	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance expected to be realized after one year	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	(35,903,123)	(14,135,725)	-	-	-	-
Investment in filing and non-filing entities	187,272,210	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ 504,081,846	\$ (9,751,363)	\$ (15,750,664)	\$ 5,297,049	\$ 875,519	\$ (5,104)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	(5,310)	-	-	-	-
Total Current Liabilities	-	(5,310)	-	-	-	-
Long-term debt - DIP facility	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	(5,310)	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Income taxes payable	(59)	(50)	-	(150)	(150)	(50)
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(59)	(50)	-	(150)	(150)	(50)
Total Liabilities	(59)	(5,360)	-	(150)	(150)	(50)
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	-
Common Stock	1,000	1,000	(114,960)	100	1,000	1,000
Paid in capital	451,425,156	(2,089,027)	34,215,000	-	-	-
(Accumulated deficit)/Retained earnings	52,655,749	(7,657,976)	(49,850,704)	5,297,099	874,669	(6,054)
Treasury stock, at cost	-	-	-	-	-	-
Consolidation of Investments	-	-	-	-	-	-
Cumulative Translation Adjustments	-	-	-	-	-	-
Deferred compensation trust	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	504,081,905	(9,746,003)	(15,750,664)	5,297,199	875,669	(5,054)
Total Liabilities and Shareholders' Equity (Deficit)	\$ 504,081,846	\$ (9,751,363)	\$ (15,750,664)	\$ 5,297,049	\$ 875,519	\$ (5,104)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

May 31, 2002

	Coalgrace II, Inc.	Gracoal II, Inc.	Gracoal, Inc.	Grace Drilling Company	Grace Petroleum Libya Incorporated	Axial Basin Ranch Company
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Notes and accounts receivable, net	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	108,290	130,478,268	145,501,866	(81,114,843)	47,407,856	-
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance expected to be realized within one year	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	108,290	130,478,268	145,501,866	(81,114,843)	47,407,856	-
Properties and equipment, net	-	-	-	-	-	-
Goodwill, net	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance expected to be realized after one year	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ 108,290	\$ 130,478,268	\$ 145,501,866	\$ (81,114,843)	\$ 47,407,856	\$ -
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	(875,000)	(875,000)	-	-	-
Total Current Liabilities	-	(875,000)	(875,000)	-	-	-
Long-term debt - DIP facility	-	-	-	-	-	-
Deferred income taxes	-	29,290,346	29,290,346	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	28,415,346	28,415,346	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Income taxes payable	(150)	874,850	874,950	(210)	(50)	-
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(150)	874,850	874,950	(210)	(50)	-
Total Liabilities	(150)	29,290,196	29,290,296	(210)	(50)	-
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	-
Common Stock	1,000	1,000	100	124,473	1,000	-
Paid in capital	-	30,293,750	13,880,108	51,173,713	7,308,934	-
(Accumulated deficit)/Retained earnings	107,440	70,893,322	102,331,362	(132,412,819)	40,097,972	-
Treasury stock, at cost	-	-	-	-	-	-
Consolidation of Investments	-	-	-	-	-	-
Cumulative Translation Adjustments	-	-	-	-	-	-
Deferred compensation trust	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	108,440	101,188,072	116,211,570	(81,114,633)	47,407,906	-
Total Liabilities and Shareholders' Equity (Deficit)	\$ 108,290	\$ 130,478,268	\$ 145,501,866	\$ (81,114,843)	\$ 47,407,856	\$ -

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

May 31, 2002

	Hayden-Gulch West Coal Company	H-G Coal Company	Eliminations between Filing Entities	Conversion to Equity Method	Reporting Reclasses
ASSETS					
Current Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Notes and accounts receivable, net	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	-	-	-	-	-
Inventories	-	-	-	-	-
Deferred income taxes	-	-	-	-	(1,294,222)
Asbestos-related insurance expected to be realized within one year	-	-	-	-	-
Other current assets	-	-	-	-	-
Total Current Assets	-	-	-	-	(1,294,222)
Properties and equipment, net	-	-	-	-	-
Goodwill, net	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-
Deferred income taxes	-	-	-	-	(274,058,230)
Asbestos-related insurance expected to be realized after one year	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	(1,312,002,717)	4,502,772	-
Investment in filing and non-filing entities	-	-	(1,104,954)	-	-
Other assets	-	-	-	-	-
Total Assets	\$ -	\$ -	\$ (1,313,107,671)	\$ 4,502,772	\$ (275,352,452)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)					
Liabilities Not Subject to Compromise					
Current Liabilities					
Short-term debt	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-
Income taxes payable	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-
Other current liabilities	-	-	-	-	(1,294,222)
Total Current Liabilities	-	-	-	-	(1,294,222)
Long-term debt - DIP facility	-	-	-	-	-
Deferred income taxes	-	-	-	-	(274,058,230)
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	(275,352,452)
Liabilities Subject to Compromise					
Debt, pre-petition plus accrued interest	-	-	-	-	-
Accounts payable	-	-	-	-	-
Income taxes payable	-	-	-	-	-
Asbestos-related liability	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total Liabilities Subject to Compromise	-	-	-	-	-
Total Liabilities	-	-	-	-	(275,352,452)
Shareholders' Equity (Deficit)					
Preferred Stock	-	-	-	-	-
Common Stock	-	-	(86,493,960)	-	-
Paid in capital	-	-	(1,188,673,672)	-	-
(Accumulated deficit)/Retained earnings	-	-	(37,940,039)	44,179,995	-
Treasury stock, at cost	-	-	-	-	-
Consolidation of Investments	-	-	-	(22)	-
Cumulative Translation Adjustments	-	-	-	(39,677,202)	-
Deferred compensation trust	-	-	-	-	-
Total Shareholders' Equity (Deficit)	-	-	(1,313,107,671)	4,502,772	-
Total Liabilities and Shareholders' Equity (Deficit)	\$ -	\$ -	\$ (1,313,107,671)	\$ 4,502,772	\$ (275,352,452)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 May 31, 2002	
	COMBINED FILING ENTITIES
ASSETS	
Current Assets	
Cash and cash equivalents	\$ 23,068,237
Notes and accounts receivable, net	130,839,241
Receivables from/(payables to) filing and non-filing entities, net	37,475,965
Inventories	92,500,934
Deferred income taxes	24,435,369
Asbestos-related insurance expected to be realized within one year	8,963,176
Other current assets	46,779,679
Total Current Assets	364,062,603
Properties and equipment, net	378,691,287
Goodwill, net	14,230,366
Cash value of company owned life insurance, net of policy loans	85,786,190
Deferred income taxes	489,385,206
Asbestos-related insurance expected to be realized after one year	274,943,452
Loans receivable from/(payable to) filing and non-filing entities, net	410,327,644
Investment in filing and non-filing entities	183,108,852
Other assets	317,184,511
Total Assets	\$ 2,517,720,111
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)	
Liabilities Not Subject to Compromise	
Current Liabilities	
Short-term debt	\$ 1,561,335
Accounts payable	29,027,434
Income taxes payable	0
Asbestos-related liability expected to be disbursed within one year	(0)
Other current liabilities	51,232,220
Total Current Liabilities	81,820,990
Long-term debt - DIP facility	(0)
Deferred income taxes	-
Asbestos-related liability expected to be disbursed after one year	(0)
Other liabilities	223,635,655
Total Liabilities Not Subject to Compromise	305,456,644
Liabilities Subject to Compromise	
Debt, pre-petition plus accrued interest	530,055,007
Accounts payable	32,101,039
Income taxes payable	221,761,595
Asbestos-related liability	992,040,572
Other liabilities	538,235,237
Total Liabilities Subject to Compromise	2,314,193,449
Total Liabilities	2,619,650,093
Shareholders' Equity (Deficit)	
Preferred Stock	112
Common Stock	772,423
Paid in capital	433,213,932
(Accumulated deficit)/Retained earnings	(111,541,929)
Treasury stock, at cost	(136,994,960)
Consolidation of Investments	(135,997,884)
Cumulative Translation Adjustments	(151,381,796)
Deferred compensation trust	100
Total Shareholders' Equity (Deficit)	(101,929,982)
Total Liabilities and Shareholders' Equity (Deficit)	\$ 2,517,720,111

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

Chart 5

W. R. Grace & Co. - Conn Status of Postpetition Taxes MOR-4 May 2002				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
Federal				
Withholding	\$ 192,939	\$ 2,752,997	\$ (2,772,360)	\$ 173,576
FICA - Employee	14,102	1,355,677	(1,354,242)	15,537
FICA and payroll- Employer	1,580,671	1,356,544	(964,723)	1,972,492
Unemployment	-	19,542	(19,542)	-
Other	-	-	-	-
Total Federal Taxes	\$ 1,787,712	\$ 5,484,760	\$ (5,110,867)	\$ 2,161,605
State and Local				
Withholding	\$ (10,450)	\$ 857,090	\$ (847,680)	\$ (1,040)
Sales & Use	1,456,494	454,337	(402,524)	1,508,307
Property Taxes	1,039,854	434,188	(359,257)	1,114,785
Other	-	-	-	-
Total State and Local	\$ 2,485,898	\$ 1,745,615	\$ (1,609,461)	\$ 2,622,052
Total Taxes	\$ 4,273,610	\$ 7,230,375	\$ (6,720,328)	\$ 4,783,657

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

Remedium Group, Inc. Status of Postpetition Taxes MOR-4 May 2002				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
Federal				
Withholding	\$ (1,258)	\$ 14,349	\$ -	\$ 13,091
FICA - Employee	-	6,110	(6,110)	-
FICA and payroll- Employer	(1,260)	6,110	(6,110)	(1,260)
Unemployment	-	-	-	-
Other	-	-	-	-
Total Federal Taxes	\$ (2,518)	\$ 26,569	\$ (12,220)	\$ 11,831
State and Local				
Withholding	\$ (217)	\$ 569	\$ (569)	\$ (217)
Sales & Use	-	-	-	-
Property Taxes	-	-	-	-
Other	-	-	-	-
Total State and Local	\$ (217)	\$ 569	\$ (569)	\$ (217)
Total Taxes	\$ (2,735)	\$ 27,138	\$ (12,789)	\$ 11,614

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

Grace Washington, Inc. Status of Postpetition Taxes MOR-4 May 2002				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
Federal				
Withholding	\$ 99	\$ 4,774	\$ (7,161)	\$ (2,288)
FICA - Employee	(635)	233	(349)	(751)
FICA and payroll- Employer	(2,505)	-	(117)	(2,622)
Unemployment	-	-	-	-
Other	-	-	-	-
Total Federal Taxes	\$ (3,041)	\$ 5,007	\$ (7,627)	\$ (5,661)
State and Local				
Withholding	\$ 1,871	\$ 1,125	\$ (1,571)	\$ 1,425
Sales & Use	-	-	-	-
Property Taxes	-	-	-	-
Other	-	-	-	-
Total State and Local	\$ 1,871	\$ 1,125	\$ (1,571)	\$ 1,425
Total Taxes	\$ (1,170)	\$ 6,132	\$ (9,198)	\$ (4,236)

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

L B Realty, Inc. Status of Postpetition Taxes MOR-4 May 2002				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
Federal				
Withholding	\$ (5,964)	\$ -	\$ -	\$ (5,964)
FICA - Employee	(2,542)	-	-	(2,542)
FICA and payroll- Employer	(2,542)	-	-	(2,542)
Unemployment	-	-	-	-
Other	-	-	-	-
Total Federal Taxes	\$ (11,048)	\$ -	\$ -	\$ (11,048)
State and Local				
Withholding	\$ -	\$ -	\$ -	\$ -
Sales & Use	-	-	-	-
Property Taxes	-	-	-	-
Other	-	-	-	-
Total State and Local	\$ -	\$ -	\$ -	\$ -
Total Taxes	\$ (11,048)	\$ -	\$ -	\$ (11,048)

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

Darex Puerto Rico, Inc. Status of Postpetition Taxes MOR-4 May 2002				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
Federal				
Withholding	\$ -	\$ -	\$ -	\$ -
FICA - Employee	138	937	(841)	234
FICA and payroll- Employer	1,097	937	(658)	1,376
Unemployment	-	-	-	-
Other	-	-	-	-
Total Federal Taxes	\$ 1,235	\$ 1,874	\$ (1,499)	\$ 1,610
State and Local				
Withholding	\$ (32)	\$ 1,561	\$ (1,561)	\$ (32)
Sales & Use	-	-	-	-
Property Taxes	94,188	3,469	-	97,657
Other	-	-	-	-
Total State and Local	\$ 94,156	\$ 5,030	\$ (1,561)	\$ 97,625
Total Taxes	\$ 95,391	\$ 6,904	\$ (3,060)	\$ 99,235

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 6

W. R. Grace & Co. - Conn
Accounts Receivable Reconciliation and Aging
MOR-5
May 2002

Trade Accounts Receivable Reconciliation

Trade accounts receivable, beginning of month, gross	\$ 115,527,451
Amounts billed during the period	75,688,793
Amounts collected during the period	(83,066,524)
Other	11,195,394
Trade accounts receivable at the end of month, gross	\$ 119,345,114

Trade Accounts Receivable Aging

Current	\$ 80,363,948
1-30 days past due	27,360,607
31-60 days past due	6,382,743
+61 days past due	5,237,816
Trade accounts receivable, gross	119,345,114
Allowance for doubtful accounts	(1,362,438)
Trade accounts receivable, net	\$ 117,982,676

Notes and Accounts Receivable Reconciliation

Trade accounts receivable, net	\$ 117,982,676
Customer notes and drafts receivable	833,711
Pending customer credit notes	(268,713)
Advances and deposits	5,595,824
Nontrade receivables, net	4,101,704
Total notes and accounts receivable, net	\$ 128,245,202

Chart 6

Remedium Group, Inc.
Accounts Receivable Reconciliation and Aging
MOR-5
May 2002

Trade Accounts Receivable Reconciliation

Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -

Trade Accounts Receivable Aging

Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -

Notes and Accounts Receivable Reconciliation

Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	390
Nontrade receivables, net	115,524
Total notes and accounts receivable, net	\$ 115,914

Chart 6

Darex Puerto Rico, Inc.
Accounts Receivable Reconciliation and Aging
MOR-5
May 2002

Trade Accounts Receivable Reconciliation

Trade accounts receivable, beginning of month, gross	\$ 2,636,516
Amounts billed during the period	479,783
Amounts collected during the period	(670,430)
Other	16,796
Trade accounts receivable at the end of month, gross	\$ 2,462,665

Trade Accounts Receivable Aging

Current	\$ 1,205,934
1-30 days past due	430,842
31-60 days past due	245,619
+61 days past due	580,270
Trade accounts receivable, gross	2,462,665
Allowance for doubtful accounts	(50,443)
Trade accounts receivable, net	\$ 2,412,222

Notes and Accounts Receivable Reconciliation

Trade accounts receivable, net	\$ 2,412,222
Customer notes and drafts receivable	-
Pending customer credit notes	(8,517)
Advances and deposits	-
Nontrade receivables, net	508
Total notes and accounts receivable, net	\$ 2,404,213

Chart 6

Grace Europe, Inc. Accounts Receivable Reconciliation and Aging MOR-5 May 2002	
Trade Accounts Receivable Reconciliation	
Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -
Trade Accounts Receivable Aging	
Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -
Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	73,912
Total notes and accounts receivable, net	\$ 73,912

Chart 7

W.R. Grace & Co., et al Debtor Questionnaire MOR - 5 May 2002		
	Yes	No
1. Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below.		X
2. Have any funds been disbursed from any account other than a debtor in possession account for this reporting period? If yes, provide an explanation below.		See Note #5 below
3. Have all postpetition tax returns been timely filed? If no, provide an explanation below.	X	
4. Are workers compensation, general liability and other necessary insurance coverages in affect? If no, provide and explanation below.	X	
5. Are post-petition accounts payable and tax obligations current and paid to date? If no, provide an explanation.	X (unless disputed in normal course of business)	

Note #5

As part of the first day orders submitted to the court on April 2, 2001, an application for the Debtors to (a) continue and maintain their consolidated cash management system, (b) continue and maintain their existing bank accounts and (c) continue to use existing business forms and granting related relief was included. The Debtors have continued to use their existing bank accounts and no new debtor in possession accounts have been established.

List assets sold/transferred outside the normal course of business over \$25,000:		
Description of Asset	Sale Date	Proceeds